



STATE OF INDIANA

Mitchell E. Daniels, Jr.
Governor

STATE BUDGET AGENCY
212 State House
Indianapolis, Indiana 46204-2796
317/232-5610

Christopher A. Ruhl
Director

The monthly revenue report of October 2009 state tax collections was released today.

Results

- Total revenue collections were \$997 million, 3.3% below total collections for the same period last year. Total collections were \$46 million below the forecast amount.
- Sales tax collections totaled \$492 million for the month, 8.5% below collections for the same period last year.
- Individual income tax collections totaled \$272 million for the month, 13% below collections for the same period last year.

Commentary

Revenue collections for the month of October were once again below the May 2009 forecast. In addition, an accounting error related to sales tax collections on out-of-state motor vehicle sales artificially overstated collections for July, August and September by \$9 million. Those prior periods have been restated as part of this report.

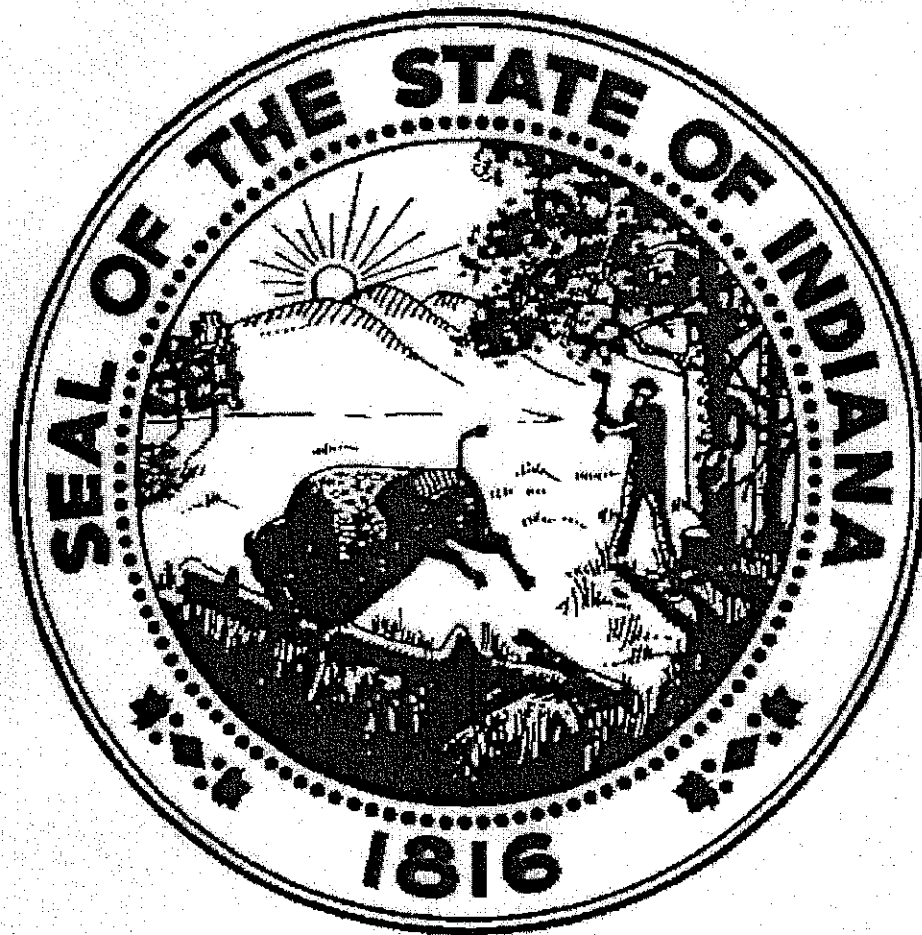
Sales tax revenues were below prior year for the eleventh straight month and below forecast for the fifteenth consecutive month. Year to date sales tax revenues are 11% below prior year. Individual income tax collections continue to be soft down 13% versus prior year for the month of October and down 19% versus prior year for the first four months of the current fiscal year.

Corporate income tax revenues for October were above prior year collections and above the monthly target by \$25 million. Of the \$25 million, approximately 80% is the result of a one-time payment from one corporate taxpayer to settle a pending audit. Year to date, corporate tax collections are 26% below prior year.

Gaming revenues exceeded forecast again in October. Through the first four months of the fiscal year, gaming revenues are \$15 million above forecast.

Collectively, revenues through four months are \$309 million (7.4%) below forecast and \$517 million (12%) below prior year.

November 6, 2009



MONTHLY REVENUE REPORT

Indiana State Budget Agency

**ADVANCE COPY
FOR PUBLIC RELEASE:
November 6, 2009 at 10:30AM**

End-of-Month Revenue Report
October 31, 2009
Targets per May 27, 2009, Forecast
Indiana State Budget Agency

	Comparison to Monthly Forecast				Comparison to Prior Year-to-Date			
	Forecast Revenue Y-T-D	Actual Revenue Y-T-D	Difference Amount	Percent	Actual Revenue Prior Y-T-D	Actual Revenue Current Y-T-D	Change Amount	Percent
Major Taxes								
Sales & Use ⁵	\$2,076.8	\$1,981.3	-\$95.5	-4.6%	\$2,218.6	\$1,981.3	-\$237.3	-10.7%
Individual AGI	\$1,343.2	\$1,153.1	-\$190.0	-14.1%	\$1,418.7	\$1,153.1	-\$265.6	-18.7%
Corporate - AGI, URT, USUT, FIT	\$232.3	\$199.5	-\$32.8	-14.1%	\$269.4	\$199.5	-\$69.9	-25.9%
Riverboat Wagering	\$103.5	\$112.3	\$8.8	8.5%	\$111.3	\$112.3	\$1.0	0.9%
Racino Wagering	<u>\$30.1</u>	<u>\$36.5</u>	<u>\$6.4</u>	<u>21.3%</u>	<u>\$0.0</u>	<u>\$36.5</u>	<u>\$36.5</u>	<u>N/A</u>
Subtotal Major Taxes	\$3,785.9	\$3,482.8	-\$303.1	-8.0%	\$4,018.0	\$3,482.8	-\$535.3	-13.3%
Other Revenue								
Cigarette ¹	\$96.1	\$94.1	-\$2.0	-2.1%	\$101.3	\$94.1	-\$7.2	-7.1%
Cigarette - Medicaid	\$4.3	\$4.3	-\$0.1	-1.3%	\$4.6	\$4.3	-\$0.3	-6.7%
Insurance	\$46.8	\$46.9	\$0.1	0.2%	\$50.5	\$46.9	-\$3.6	-7.0%
Inheritance	\$79.9	\$72.0	-\$7.9	-9.9%	\$85.3	\$72.0	-\$13.3	-15.6%
Alcoholic Beverages	\$5.6	\$6.3	\$0.7	13.1%	\$5.7	\$6.3	\$0.6	9.9%
Riverboat Admissions ^{2,4}	\$8.0	\$9.4	\$1.4	18.1%	\$0.0	\$9.4	\$9.4	N/A
Interest	\$18.3	\$5.7	-\$12.6	-69.0%	\$35.5	\$5.7	-\$29.8	-84.0%
MV, CVET & FIT Recapture ²	\$58.4	\$48.0	-\$10.4	-17.8%	\$0.0	\$48.0	\$48.0	N/A
Miscellaneous Revenue ⁴	<u>\$46.8</u>	<u>\$71.5</u>	<u>\$24.7</u>	<u>52.8%</u>	<u>\$56.8</u>	<u>\$71.5</u>	<u>\$14.7</u>	<u>25.9%</u>
Subtotal Other Revenue	\$364.3	\$358.2	-\$6.1	-1.7%	\$339.7	\$358.2	\$18.5	5.5%
Total General Fund	\$4,150.1	\$3,841.0	-\$309.2	-7.4%	\$4,357.7	\$3,841.0	-\$516.7	-11.9%

Targets per May 27, 2009, Forecast
(In millions of dollars)

[illegible]

October 31, 2009
Indiana State Budget Agency

	July	August	September	October	November	December	January	February	March	April	May	June	Y-T-D
Sales & Use ⁵	FY 2009 FY 2010	\$579.5 \$514.2	\$549.9 \$490.0	\$551.0 \$484.7	\$538.1 \$492.4	\$491.4 -	\$488.1 -	\$579.9 -	\$467.2 -	\$453.4 -	\$486.8 -	\$475.5 -	\$2,218.6 \$1,981.3
	% Change	-11.3%	-10.9%	-12.0%	-8.5%	-	-	-	-	-	-	-	-10.7%
Individual AGI	FY 2009 FY 2010	\$293.2 \$190.3	\$301.7 \$83.2	\$511.7 \$378.2	\$312.1 \$271.5	\$328.1 -	\$309.6 -	\$473.7 -	\$146.5 -	\$278.1 -	\$695.6 -	\$356.7 -	\$4,066.7 \$1,153.1
	% Change	-35.1%	3.8%	-26.1%	-13.0%	-	-	-	-	-	-	-	-18.7%
Corporate - AGI, URT, USUT, FIT	FY 2009 FY 2010	\$35.5 \$5.8	\$6.5 \$1.5	\$186.1 \$124.0	\$41.3 \$68.2	-\$2.7 -	\$157.9 -	\$25.9 -	-\$6.0 -	\$46.2 -	\$179.2 -	\$27.3 -	\$193.7 \$189.5
	% Change	-83.6%	-77.4%	-33.4%	65.1%	-	-	-	-	-	-	-	-25.9%
Riverboat Wagering	FY 2009 FY 2010	\$7.2 \$7.0	\$27.9 \$30.6	\$34.8 \$32.7	\$41.5 \$42.0	\$32.0 -	\$45.2 -	\$51.3 -	\$51.6 -	\$62.6 -	\$72.3 -	\$61.2 -	\$57.9 \$112.3
	% Change	-2.7%	9.6%	-6.0%	1.4%	-	-	-	-	-	-	-	0.9%
Racino Wagering	FY 2009 FY 2010	\$0.0 \$10.4	\$0.0 \$8.3	\$0.0 \$8.3	\$0.0 \$9.6	\$0.0 -	\$0.0 -	\$8.8 -	\$9.6 -	\$10.8 -	\$12.4 -	\$10.5 -	\$10.5 \$36.5
	% Change	N/A	N/A	N/A	N/A	-	-	-	-	-	-	-	N/A
Cigarette ¹	FY 2009 FY 2010	\$28.2 \$28.0	\$25.7 \$20.2	\$26.1 \$23.2	\$25.9 \$27.0	\$21.3 -	\$27.6 -	\$22.9 -	\$19.3 -	\$26.0 -	\$21.7 -	\$20.9 -	\$25.7 \$98.4
	% Change	-0.8%	-21.2%	-11.3%	4.1%	-	-	-	-	-	-	-	-7.1%
Insurance	FY 2009 FY 2010	\$8.2 \$3.8	\$2.8 \$2.3	\$36.2 \$40.7	\$3.2 \$0.2	\$0.6 -	\$42.0 -	\$3.2 -	\$7.6 -	\$10.3 -	\$32.4 -	-\$3.2 -	\$40.4 \$46.9
	% Change	-54.4%	-19.9%	12.3%	-94.4%	-	-	-	-	-	-	-	-7.0%
Inheritance	FY 2009 FY 2010	\$39.4 \$37.0	\$2.8 \$0.0	-\$0.2 \$34.9	\$43.2 \$0.1	\$0.1 -	\$0.1 -	\$56.8 -	\$5.0 -	\$0.0 -	\$34.8 -	\$3.5 -	\$0.2 \$72.0
	% Change	-6.2%	-100.0%	137.5%	-19.3%	-	-	-	-	-	-	-	-15.6%
Alcoholic Beverages	FY 2009 FY 2010	\$1.7 \$1.6	\$1.3 \$1.3	\$1.2 \$1.2	\$1.5 \$2.1	\$1.4 -	\$1.5 -	\$1.6 -	\$0.9 -	\$1.0 -	\$1.1 -	\$1.3 -	\$1.6 \$5.7
	% Change	-7.1%	1.4%	4.7%	40.9%	-	-	-	-	-	-	-	9.9%
Riverboat Admissions ^{2,4}	FY 2009 FY 2010	\$0.0 \$9.0	\$0.0 \$4.4	\$0.0 \$0.3	\$0.0 \$4.6	\$0.0 -	\$0.0 -	\$7.9 -	\$0.0 -	\$0.0 -	\$4.8 -	\$0.0 -	\$0.1 \$9.4
	% Change	N/A	N/A	N/A	N/A	-	-	-	-	-	-	-	N/A
Interest	FY 2009 FY 2010	\$13.0 \$3.7	\$9.6 \$0.8	\$4.0 \$0.1	\$8.9 \$1.1	\$4.1 -	\$0.1 -	\$12.4 -	\$1.9 -	\$1.2 -	\$3.1 -	\$2.0 -	\$1.5 \$5.7
	% Change	-71.6%	-91.3%	-98.7%	-87.8%	-	-	-	-	-	-	-	-84.0%
MV, CVET & FIT Recapture ²	FY 2009 FY 2010	\$0.0 \$20.7	\$0.0 \$14.2	\$0.0 \$2.9	\$0.0 \$10.2	\$0.0 -	\$0.0 -	\$0.0 -	\$0.0 -	\$0.0 -	\$0.0 -	\$0.0 -	\$13.0 \$48.0
	% Change	N/A	N/A	N/A	N/A	-	-	-	-	-	-	-	N/A
Miscellaneous Revenue ⁴	FY 2009 FY 2010	\$25.6 \$31.9	\$7.5 \$1.5	\$8.5 \$4.9	\$15.2 \$33.2	\$6.6 -	\$33.6 -	\$39.1 -	\$0.5 -	\$13.1 -	\$7.2 -	\$15.0 -	\$56.6 \$71.5
	% Change	24.6%	-79.8%	-41.7%	118.0%	-	-	-	-	-	-	-	25.9%
General Fund Total	FY 2009 FY 2010	\$1,031.5 \$863.2	\$935.8 \$879.5	\$1,359.4 \$1,101.2	\$1,031.0 \$997.1	\$882.7 -	\$1,105.7 -	\$1,231.7 -	\$704.2 -	\$901.7 -	\$1,451.4 -	\$970.8 -	\$4,357.7 \$3,841.0
	% Change	-16.3%	-6.0%	-19.0%	-3.3%	-	-	-	-	-	-	-	-11.9%

End-of-Month Revenue Report
Notes to the Report
October 31, 2009

1. HEA 1001-2009 redirected cigarette tax revenues from the Retiree Health Account and the Health Benefit and Wellness Tax Credit Account within the state General Fund to the Retiree Health Benefit Trust Fund and the Cigarette Tax Account within the General Fund. Prior year revenues and forecasted revenues for the Cigarette Tax Account have been adjusted to reflect the new distribution and to provide a comparison to the prior year.

As of October 2009
(in millions)

Total Cigarette Tax Revenue Deposited in the State General Fund and Dedicated Funds	\$ 172.5
Transfer to Healthy Indiana Plan per HEA 1678 - 2007 and HEA 1001-2009 (ss)	
Check Up Plan Trust Fund	\$ 46.4
Retiree Health Benefit Trust Fund	7.0
Medicaid Provider Reimbursements	4.3
Total Transfers to Dedicated Funds	\$ 57.7

2. Riverboat Admissions and MV, CVET & FIT Recapture were listed separately in prior monthly reports. They are now included in Other Revenue.
3. The targets for the budget plan are based on the May 27, 2009, revenue forecast adjusted for the impact of legislative actions taken by the General Assembly in 2009.
4. In July, \$5.3M was erroneously credited to miscellaneous revenue and \$4.8M was erroneously credited to riverboat admissions. The August revenues reflected in this report have been adjusted to remove those amounts from General Fund revenues.
5. The Bureau of Motor Vehicles deposited incorrect amounts resulting in overstatements of sales tax revenues totaling \$3,944,489 in July, \$3,556,873 in August, \$1,441,360 in September. Those deposits have been corrected and the sales tax revenues for those months have been restated in this report to accurately reflect the sales tax revenues to the General Fund.

Throughout the report, totals may not add due to rounding.